

Regular Session, 2009

SENATE BILL NO. 218

BY SENATOR MORRELL AND REPRESENTATIVE BROSSETT

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

INSURERS. Authorizes Louisiana Citizens Property Insurance Corporation to write business interruption insurance. (8/15/09)

AN ACT

To amend and reenact R.S. 22:2292(6) and (12) relative to Louisiana Citizens Property Insurance Corporation; to provide with respect to Louisiana Property Insurance Corporation offering business interruption insurance coverage; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 22:2292(6) and (12) are hereby amended and reenacted to read as follows:

§2292. Definitions

As used in this Subpart, unless the context otherwise requires:

* * *

(6) "Essential property insurance" means any of the following coverages against direct loss to property as defined by the plan of operation approved by the commissioner of insurance:

(a) Fire, with or without extended coverage and vandalism and malicious mischief.

(b) Windstorm and hail without fire, but only with respect to dwellings and

commercial properties on a monoline basis.

(c) Homeowners.

(d) Business interruption insurance but only with respect to commercial properties on a monoline basis.

* * *

(12) "Subject lines of business" means the following lines of business: fire, allied lines, homeowners' multiperil, ~~and~~ the property insurance portion of commercial multiperil policies, **and the business interruption insurance portion of commercial multiperil policies or such interruption insurance with respect to commercial properties on a monoline basis.**

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Cheryl Horne.

DIGEST

Morrell (SB 218)

Present law, relative to the Louisiana Citizens Property Insurance Corporation - defines essential property insurance as fire, windstorm and hail without fire coverage and homeowners' insurance.

Proposed law includes business interruption insurance only with respect to commercial properties on a monoline basis as essential property insurance.

Proposed law defines subject lines of business to include the business interruption insurance portion of commercial multiperil policies or such interruption insurance with respect to commercial properties on a monoline basis.

Effective August 15, 2009.

(Amends R.S. 22:2292(6) and (12))